

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF SOUTH CAROLINA

FILED
02 MAY 10 PM 4:05

IN RE:

Spartan International, Inc.,

Debtor.

Chapter 7

Case No.: 01-10254-B

NOTICE AND APPLICATION FOR SALE OF PROPERTY
FREE AND CLEAR OF LIENS

TO ALL CREDITORS AND PARTIES IN INTEREST:

YOU ARE HEREBY NOTIFIED that the Chapter 7 trustee is applying for approval to sell property of the debtor's estate described below free and clear of all liens and encumbrances according to the terms and conditions stated below.

TAKE FURTHER NOTICE that any response, return and/or objection to this Application should be filed with the Clerk of the Bankruptcy Court and served on all parties in interest within twenty (20) days from the date of this Notice.

TAKE FURTHER NOTICE that no hearing will be held on this Application unless a response, return and/or objection is timely filed and served, in which case, the Court will conduct a hearing on **June 12, 2002 at 10:00 a.m.**, at the Donald Stuart Russell Federal Courthouse, 201 Magnolia Street, Spartanburg, SC 29306. No further notice of this hearing will be given.

TYPE OF SALE: Public auction with reservation of right by the secured creditor and the Chapter 7 trustee to accept bids made.

PROPERTY TO BE SOLD: The Chapter 7 trustee, through a Sales Agent, is offering for sale dyeing, finishing and related textile equipment on a piece meal basis (the "Assets").

PRICE: Best offer subject to acceptance of bid by the Chapter 7 trustee and secured creditor.

APPRAISAL VALUE: There is no current appraisal of the property at issue.

PLACE AND TIME OF SALE: June 11, 2002, 10:00 am, Cherokee Finishing, 110 Chandler Drive, Gaffney, South Carolina, 29340. Interested bidders may inspect the assets on

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June 10, 2002 or at an earlier time by appointment.

SALES AGENT/AUCTIONEER/BROKER: Michael Fox International, Inc., 9454 Wilshire Blvd. PH Floor, Beverly Hills, CA 90212, (310) 248-2821, fax: (310) 271-6201.

COMPENSATION TO SALES AGENT/AUCTIONEER/BROKER: 10% of net proceeds

ESTIMATED TRUSTEE'S COMPENSATION: Compensation as allowed pursuant to 11 USC § 326(a).

LIENS/MORTGAGES/SECURITY INTERESTS ENCUMBERING THE PROPERTY: General Electric Capital Corporation ("GECC") holds a first priority lien on the Assets, subject to further order of the Court. GECC has consented to the sale and its lien will attach to the proceeds thereof. The sales proceeds are not expected to satisfy GECC's debt but will reduce it. GECC is owed in excess of \$15 million. There may be some titled assets which are not subject to GECC's lien.

DEBTOR'S EXEMPTION: N/A

PROCEEDS EXTIMATED TO BE PAID TO THE ESTATE: The estate will receive 6% of the proceeds.

STAY OF ORDER: The Chapter 7 trustee requests that the order approving this Application be effective immediately upon entry. At the request of purchaser, the Chapter 7 trustee may submit orders relating to specific property to be sold which is listed herein. The Chapter 7 trustee requests that any such individual orders shall be treated as noticed herein and that they are also effective immediately upon entry.

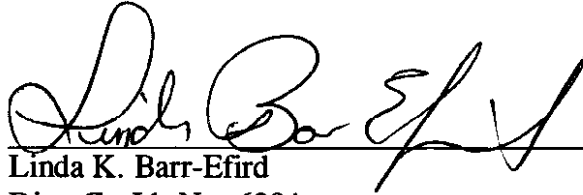
Applicant is informed and believes that it would be in the best interest of the estate to sell said property by public auction. Applicant also believes that the funds to be recovered from the sale of said property justify the sale and the filing of this Application.

The Court may consider additional offers at any hearing held on this Application for sale. The Court may order at any hearing that the property be sold to another party on equivalent or more favorable terms.

The Chapter 7 trustee may seek appropriate sanctions or other similar relief against any party filing a spurious objection to this Application.

WHEREFORE, the Chapter 7 trustee requests that the Court issue an order authorizing the sale of said property free and clear of all liens and grant such and other further relief as the Court deems just and appropriate.

NELSON MULLINS RILEY & SCARBOROUGH, LLP

A handwritten signature in black ink, appearing to read "Linda K. Barr-Efird", is written over a horizontal line.

Linda K. Barr-Efird
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Attorneys for Chapter 7 Trustee

May 10, 2002
Columbia, South Carolina